



# BUDGET MEMO # 12

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DATE: March 26, 2013

TO: The Honorable Mayor and Members of the City Council

FROM: David Hodgkins, Assistant City Manager/Director of Finance  
Jennie Tripoli, Assistant Director of Finance

THROUGH: Robert Sisson, City Manager *RS*

SUBJECT: Water Rate Change

At the March 19, 2013 City Council meeting, Councilman Drummond requested a budget memo on what the water rate increase would be if the City changed course and did not invest \$45 million in capital improvements to its water treatment plant/system. If the City does not invest the \$45 million into the system, then the proposed FY 2014 water rate increase of 9.5 percent would be reduced to 0 percent.